

FISCAL MEMORANDUM

HB 2801 – SB 3345

April 1, 2008

SUMMARY OF AMENDMENT (016215): Deletes the language of the original bill. Enacts the Budget Reform Act of 2008. Authorizes transfers from the reserve account for the titling and registration system for FY08-09. Requires specific and detailed reporting of capital outlay or capital maintenance projects costing \$1,000,000 or more in the annual budget document. Authorizes the Governor to determine the reporting method for capital projects under \$1,000,000. Requires the Commissioner of F&A to provide written quarterly reports to the Director of the Office of Legislative Budget Analysis and to the Director of the Fiscal Review Committee regarding any additions, deletions or other modifications of capital outlay or capital maintenance projects occurring subsequent to publication of the budget document.

FISCAL IMPACT OF ORIGINAL BILL:

Other Fiscal Impact – \$1,100,000 will not be transferred from the Highway Fund to the General Fund for the purpose of funding the Kerosene and Motor Fuels Quality Inspection Act of 1989 in FY08-09. Additional funds of unknown amounts could be prohibited from transfer from the Highway Fund as a result of this bill, thus preventing an unknown number of programs from being funded in the appropriations bill.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Expenditures – Not Significant

Other Fiscal Impact – Authorizes a transfer of titling and registration system reserve funds for FY08-09.

(The Governor's FY08-09 Budget Document recommends a \$20,000,000 transfer from the reserve account for the titling and registration system and the appropriation of these funds to a reserve account for the development of a REAL ID driver's license system. This will allow for compliance with the federal REAL ID Act of 2005).

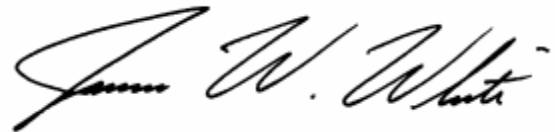
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Assumptions applied to amendment:

- According to F&A, the Division of Budget, Section 2(c)(1) of this amendment authorizes a redirection of titling and registration system reserve funds. The 2008-2009 Budget Document recommends a transfer of \$20,000,000 from excess reserve funds and the appropriation of \$20,000,000 to a reserve fund for the development of a REAL ID driver's license system. The appropriation is for the purpose of complying with the federal REAL ID Act of 2005.
- According to F&A, the Division of Budget, any fiscal impact related to Sections 3 and 4 of this amendment, which requires specific reporting of capital outlay and capital maintenance projects, is considered not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" and last name "White" clearly legible.

James W. White, Executive Director

/rnc